EXHIBIT A

Q Okay. And how would you describe the credit markets today?

A The level of uncertainty and the instability, it is in a situation that I've never witnessed it. You can have a commitment one day and it goes away the next. People don't ask about pricing anymore. The key is just getting a deal approved and that's a monumental task these days.

Q So would you say it's a difficult setting for a borrower these days?

A That's putting it mildly, yes.

Q Okay. So the lenders that you did approach, were they folks that you would characterize as regular participants in the DIP financing market?

A I would not only characterize them as normal participants but one of the -- some of the few remaining participants in this market right now.

Q And walk us through what -- what you found as a result of these calls with potential alternative lenders.

A I approached probably the four largest lending institutions that we have done business with in the past, ones that I have experience in providing DIP facilities. With regard to the revolver, the $60 million revolver which is somewhat of an attractive facility to a lender post-petition, it's one of the more secure facilities, the pricing that I was told that I could expect was Libor plus 2.75 to 4 -- 400.

And right now, the bank -- the CIT facility is

EXHIBIT B

the company, which is while the term loan would be collateralized by the fixed assets, I had no free cash flow to support or to service that loan. That turned off two of the banks completely.

Their policy was they would not fund into a situation where they couldn't show positive cash flow because our DIP model basically shows that the term loan is funding the losses for the next 13 weeks. The banks that said well, if we got out hands around the credit and we could talk to the revolver bank and if we provided that, their pricing was more like Libor plus four-and-a-half to five. In this case, the pricing for the term loan is prime plus six.

So, it's a little in the high range but basically right there with what I was hearing from the other banks. The fees were two to three points on the term loan and in the case of our term loan, it's one-and-a-half percent on the total facility of $85 million. The collateral fees and the agent fees are 40,000 respectfully a month and that's about what the market is charging now to monitor a company this size with the collateral package that we have. So I quickly concluded and reported back to you that not only is this a competitive package, it's under market right now, particularly for the revolver.

And from a credit point of view and given the company's credit situation as we stand now in a cash-negative